

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

December 13, 2010

9:00 a.m.

or Upon Adjournment or Recess of the
Board of Administration Closed Session,
Whichever is Later

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Tony Oliveira, Vice Chair
John Chiang
Patricia Clarey
Dan Dunmoyer
Debbie Endsley
Rob Feckner
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret

**CLOSED SESSION 9:00 a.m. or Upon Adjournment or Recess of the Board of
Administration Closed Session, Whichever is Later**
(Government Code sections 11126(a)(1) and 11126(c)(16))

Chief Investment Officer's Briefing on Market and Personnel Issues

Review of Investments / Placement Agents and Alternative Investment
and Real Estate Partnership / LLC Restructure

**OPEN SESSION 10:00 a.m. or Upon Adjournment or Recess of Closed
Session, Whichever is Later**

CLOSED SESSION Upon Adjournment or Recess of Open Session
(Government Code sections 11126(c)(16) and 11126(e))

AGENDA

OPEN SESSION

Call to Order and Roll Call

Action Items

- | | |
|-------------------|---|
| | 1. Approval of the November 15, 2010 Open Session Minutes |
| Peter Mixon | 2. Recommendations of Special Review of Placement Agents |
| Farouki Majeed | 3. Public Employees' Retirement Fund (PERF) Strategic Asset Allocation – Recommendation |
| Geraldine Jimenez | 4. Affiliate Investment Programs – Member Home Loan Program Direction |
| Eric Baggesen | 5. Annual Legislative Report – Sudan and Iran Divestment |
| Kami Niebank | 6. Contracts – Infrastructure Consultant Renewal |

Information Items

- | | |
|---|---|
| Wilshire Consulting and Pension Consulting Alliance
Farouki Majeed
Matt Flynn | 7. Total Fund <ul style="list-style-type: none">a. CalPERS Total Fund Quarterly Reportb. Risk Management Quarterly Updatec. Master Custody RFP Update |
| Wilshire Consulting

Ted Eliopoulos | 8. Program Updates <ul style="list-style-type: none">a. Consultant Review of Internal Corporate Governance Investments Programb. Real Estate<ul style="list-style-type: none">1) Responsible Contractor Annual Report2) Real Estate Environmental Program Reportc. Alternative Investments Management (AIM)d. Inflation-Linked Asset Class (ILAC)e. Global Fixed Incomef. Global Equity |
| Joseph Dear
Joseph Dear
Janine Guillot | 9. Activity Reports <ul style="list-style-type: none">a. 2010 Roadmap Accomplishments – Annual Summaryb. Consolidated Investment Activity Reportc. Chief Operating Investment Officer's Status Report |
| | 10. Agenda and Calendar <ul style="list-style-type: none">a. Draft Agenda for February 14, 2011b. 2011 Annual Agenda Item Calendar |
| | 11. Public Comment |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration. The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

CLOSED SESSION

Upon Adjournment or Recess of Open Session

Government Code section 11126(c)(16)

Government Code section 11126(e) [Item 6 Only]

Call to Order and Roll Call

Action Items

1. Approval of the November 15, 2010 Closed Session Minutes

Information Items

Wilshire Consulting
and Pension
Consulting Alliance

2. Total Fund
 - a. CalPERS Total Fund Quarterly Report on Market Issues
3. Program Updates
 - a. Alternative Investments Management (AIM) Portfolio Update

Joncarlo Mark

4. External Manager Updates
 - a. Real Estate
 - b. Alternative Investments Management (AIM)
 - c. Inflation-Linked Asset Class (ILAC)
 - d. Global Fixed Income
 - e. Global Equity
 - f. Affiliate Investment Programs

Janine Guillot
Joseph Dear

5. Activity Reports
 - a. Status of Action Items Not Yet Reported
 - b. Investment Activity Reports
 - 1) Alternative Investments Management
 - 2) Real Estate
 - 3) Risk Managed Absolute Return Strategies
 - 4) Corporate Governance
 - 5) Inflation-Linked Assets
 - 6) Disclosure of Placement Agent Fees

Peter Mixon

6. Litigation – *In re NYSE Specialists Securities Litigation*, U.S. District Court So. District. N.Y, Case No. 03-CV-8264(RWS)